

**Missouri Higher Education Savings Program  
Minutes of the MOST Board Meeting**

Special Call in Meeting  
Jefferson City, Missouri  
May 5, 2010

**Item I: Call to Order**

Deputy Treasurer Angie Robyn called the meeting to order at 1:00 p.m.

**Item II: Roll Call**

MOST Board Members available by conference phone were Deputy Treasure Angie Robyn Deputy Commissioner Walter Pearson (proxy for Commissioner Kelvin Simmons), Mr. Thomas Baumgardner, Director David Kerr and Mr. John Klebba.

Treasurer Zweifel's office staff present: Andy Maschhoff, Brandon Fuhr and Debbie Schertzer.

Upromise/Vanguard staff present: Stewart Duffield, Patricia Brady, and Stacey Belford.

**Item III: Proxy Vote for American Century Trustee Change (Direct & Advisor)**

Andy Maschhoff asked Stacy Belford to give an explanation of the proposed management agreement with American Century Investment and to elect Frederick L.A. Grauer and John R. Whittent to the Board of Directors. The agreements will not result in changes in management team, investment objectives, advisory fees or service provided. Thomas Baumgardner moved to approve the American Century Trustee change. John Klebba seconded the motion and it passed unanimously.

**Item IV: Proxy Vote for Van Kampen Sale to INVESCO (Advisor)**

Mr. Maschhoff gave a brief overview of the change along with Stew Duffield and Patricia Brady. The change will merge nearly 50 Van Kampen funds into corresponding Invesco Van Kampen shell funds. It is anticipated the affected funds' investment strategy will remain the same although the investment teams for some funds are subject to change. Mr. Klebba moved to approve the merger of nearly 50 Van Kampen funds into corresponding Invesco Van Kampen shell funds. Mr. Baumgardner seconded the motion and it passed unanimously.

**Item V: MOST Direct Price Reductions**

Mr. Duffield thanked Brandon Fuhr and Jon Galloway for their work on the 12-month hold legislation. Mr. Duffield described an 11% reduction in price and data indicates the savings could add up to \$900,000 annually. Discussion ensued regarding cost savings, price sensitivity and comparison to other states. A suggestion was made to continue the discussion at the June board meeting. Ms. Brady said tentative program updates are being prepared to begin July 1. Mr. Klebba

moved to approve the MOST Direct Price Reduction. Director David Kerr seconded the motion and it passed with a 4 to 1 vote with Mr. Baumgardner voting no.

Mr. Fuhr reported on Senate Bill 772 which removes the minimum time for holding investments in MOST accounts. The bill passed the House unanimously and also passed in the Senate and is now ready for the Governor's signature.

Mr. Baumgartner moved to adjourn and was seconded by Walter Pearson. The meeting adjourned.